

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2023

	As at 31.12.2023	(Audited) As at 31.03.2023
<b>ASSETS</b>	RM'000	RM'000
<b>Non-current assets</b>		
Property, plant and equipment	262,222	264,841
Intangible asset	575	562
Investment properties	69,533	70,053
Inventories	192,696	190,797
Investment in jointly controlled entities	184,672	166,119
Investment in associates	155,710	145,695
Amount Owing by Jointly Control Companies	-	-
Amount Owing by Associate Companies	3,528	3,528
Deferred tax assets	2,641	2,723
	<u>871,577</u>	<u>844,318</u>
<b>Current assets</b>		
Inventories - completed unit	117,453	116,922
Inventories - property development costs	157,589	192,370
Trade and other receivable	236,950	141,021
Tax recoverable	5,350	7,581
Cash and Cash Equivalents	33,107	84,979
	<u>550,449</u>	<u>542,873</u>
<b>TOTAL ASSETS</b>	<u>1,422,026</u>	<u>1,387,191</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share Capital	213,541	213,541
Reserves	663,863	647,255
	<u>877,404</u>	<u>860,796</u>
<b>Non-controlling interest</b>	-	-
<b>Total equity</b>	<u>877,404</u>	<u>860,796</u>
<b>Non-current liabilities</b>		
Bank Borrowings	186,918	105,548
Lease liabilities	6,729	6,473
Deferred taxation	9,887	9,887
	<u>203,534</u>	<u>121,908</u>
<b>Current liabilities</b>		
Trade and other payables	96,275	63,130
Lease liabilities	-	981
Bank Borrowings	244,814	340,376
Taxation	-	-
	<u>341,089</u>	<u>404,487</u>
<b>Total liabilities</b>	<u>544,623</u>	<u>526,395</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,422,027</u>	<u>1,387,191</u>
<b>Net assets per ordinary share attributable to owners of the Company (sen)</b>	205.90	202.00

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED INCOME STATEMENT****for the 3rd quarter ended 31 December 2023**

( The figures have not been audited )

	Current quarter ended 31.12.2023	Comparative quarter ended 31.12.2022	Current 9 months ended 31.12.2023	Corresponding 9 months ended 31.12.2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	62,144	55,144	159,437	105,261
Operating expenses	(57,641)	(47,670)	(150,894)	(99,318)
Other operating income	6,102	17,691	16,959	21,373
Profit from operations	10,605	25,165	25,501	27,315
Depreciation	(1,723)	(1,732)	(5,134)	(4,796)
Finance costs	(5,738)	(4,205)	(16,782)	(10,942)
Share of associate/jointly controlled entities results	<u>6,162</u>	<u>(15,447)</u>	<u>22,375</u>	<u>(5,122)</u>
<b>Profit before taxation</b>	9,306	3,781	25,960	6,455
Taxation	<u>(3,095)</u>	<u>(3,663)</u>	<u>(4,436)</u>	<u>(5,177)</u>
<b>Profit for the period</b>	<u>6,211</u>	<u>118</u>	<u>21,524</u>	<u>1,278</u>
<b>Attributable to:</b>				
Owners of the Company	6,211	118	21,524	1,278
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit for the period</b>	<u>6,211</u>	<u>118</u>	<u>21,524</u>	<u>1,278</u>
Earning per share - basic ( sen )	1.46	0.03	5.05	0.30
- diluted ( sen )	-	-	-	-

*The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****for the 3rd quarter ended 31 December 2023**

( The figures have not been audited )

	Current quarter ended 31.12.2023	Comparative quarter ended 31.12.2022	Current 9 months ended 31.12.2023	Corresponding 9 months ended 31.12.2022
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period</b>	6,211	118	21,524	1,278
Fair value changes in available-for-sale financial asset	-	-	-	-
Foreign currency translation differences for foreign operations	1,996	1,942	8,955	10,468
Share of other comprehensive gain/(loss) of a associate	(232)	(20)	(3,218)	(4,657)
Fair Value changes in PPE	-	-	-	-
<b>Other comprehensive income</b>	<u>1,764</u>	<u>1,922</u>	<u>5,737</u>	<u>5,811</u>
<b>Total comprehensive income</b>	<u>7,975</u>	<u>2,040</u>	<u>27,261</u>	<u>7,089</u>
Attributable to:				
Owners of the Company	7,975	2,040	27,261	7,089
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income</b>	<u>7,975</u>	<u>2,040</u>	<u>27,261</u>	<u>7,089</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023*

**SELANGOR DREDGING BERHAD**  
**Reg No. 196201000105 (4624-U)**  
(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the 9 months ended 31 December 2023**  
(The figures have not been audited )

	Share capital	Share premium	Revaluation reserve	Capital reserve	Exchange Fluctuation Share of OCI	Exchange Fluctuation	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Current 9 months ended</u>								
<u>31 December 2023</u>								
As at 1 April 2023	213,541	-	93,238	7,861	(3,296)	49,170	500,282	860,796
Effects of adopting MFRS 123	-	-	-	-	-	-	-	-
Restated	213,541	-	93,238	7,861	(3,296)	49,170	500,282	860,796
Movement during the period:								
- Transfer of revaluation reserve			-				-	-
- Total comprehensive income for the the period	-	-	-	-	(3,218)	8,955	21,524	27,261
- Dividend paid	-	-	-	-	-	-	(10,653)	(10,653)
As at 31 December 2023	213,541	-	93,238	7,861	(6,514)	58,125	511,153	877,404
<u>Preceding 9 months ended</u>								
<u>31 December 2022</u>								
As at 1 April 2022	213,541	-	93,238	7,861	(1,471)	35,928	492,219	841,316
Effects of adopting MFRS 123	-	-	-	-	-	-	-	-
Effects of adopting MFRS 15	-	-	-	-	-	-	-	-
	213,541	-	93,238	7,861	(1,471)	35,928	492,219	841,316
Movement during the period:								
- Transfer of revaluation reserve	-	-	-	-	-	-	-	-
- Total comprehensive income for the the period	-	-	-	-	(4,657)	10,468	1,278	7,089
- Dividend paid	-	-	-	-	-	-	-	-
As at 31 December 2022	213,541	-	93,238	7,861	(6,128)	46,396	493,497	848,405

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the  
Annual Financial Report for the year ended 31st March 2023*

**SELANGOR DREDGING BERHAD**

Reg No. 196201000105 (4624-U)

(Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****for the 9 months ended 31 December 2023**

( The figures have not been audited )

	Current 9 months ended 31.12.2023 RM'000	Corresponding 9 months ended 31.12.2022 RM'000
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	25,961	6,455
Adjustment for :		
Non-cash items	(17,234)	9,926
Non-operating items ( which are investing / financing )	16,782	10,942
Operating profit before working capital changes	<u>25,509</u>	<u>27,324</u>
Changes in working capital		
Receipts from customer	(62,057)	(37,796)
Payments to supplier, contractors and employee	23,774	(17,105)
Interest paid	(16,598)	(10,734)
Tax paid	(2,807)	(2,189)
Net cashflows from operating activities	<u>(32,179)</u>	<u>(40,500)</u>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Equity investments	4,235	3,964
Other investments	(1,899)	(5,155)
Investment in jointly controlled entities	-	-
Purchase/Disposal of property, plant and equipment	(2,174)	(2,162)
Proceeds from disposal of property, plant and equipment / AHFS	0	0
Net cashflows from investing activities	<u>162</u>	<u>(3,353)</u>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>		
Net repayments of lease liabilities	(910)	(885)
Dividend paid to Shareholder of Company	(10,653)	-
Withdrawal of fixed deposit pledged	-	-
Drawdown of bank borrowings	43,440	-
Repayment of bank borrowings	(57,858)	(11,862)
Repayment/(Advances) of JV company	11,149	662
Repayment/(Advances) of associates	0	-
Net cashflows from financing activities	<u>(14,833)</u>	<u>(12,085)</u>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(46,850)</b>	<b>(55,938)</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>82,986</b>	<b>109,334</b>
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	<b>(5,022)</b>	<b>1,210</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b><u>31,115</u></b>	<b><u>54,605</u></b>
Represented by:		
Cash and Cash Equivalents	33,107	56,598
less:		
Amount pledged as security for bank facilities	(390)	(390)
Deposit with licenced banks with maturity more than 3 months	(1,603)	(1,603)
	<u>31,115</u>	<u>54,605</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2023*

**SELANGOR DREDGING BERHAD**  
 Registration No. 196201000105 (4624-U)  
 QUARTERLY REPORT ON CONSOLIDATED RESULTS  
 FOR THE 3RD FINANCIAL QUARTER ENDED 31 DECEMBER 2023

***Part A - Selected Explanatory Notes pursuant to Malaysia Financial Reporting Standard 134 (“MFRS 134”)***

**A1. Basis of preparation**

The interim financial report has been prepared in accordance with MFRS 134 - Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group’s audited consolidated financial statements for the financial year ended 31 March 2023.

**A2. Changes in accounting policies**

The same accounting policies and method of computation are followed in the interim financial statements as compared with the most recent annual financial statements for the year ended 31 March 2023 except the Group is in the process of assessing the impact of implementing for the adoption of the following amendments to MFRSs.

		Effective for annual periods beginning on or after
MFRS 17	: Insurance Contracts	1 January 2023
Amendments to MFRS 17	: Insurance Contracts	1 January 2023
Amendments to MFRS 17	: Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 101	: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108	: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

The Group have not been early adopting the following standards, amendments and interpretations that have been issued by the MASB:

		Effective for annual periods beginning on or after
Amendments to MFRS 16	: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 107 and MFRS 7	: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 101	: Non-current Liabilities with Covenants	1 January 2024

Amendments to MFRS 112	: International Tax Reform - Pillar Two Model Rules	Refer paragraph 98M of MFRS 112
Amendments to MFRS 10 & MFRS 128	: Sales or Contribution of Assets between an investor and its Associate or Joint Venture	Deferred

**A3. Audit Report of Preceding Annual Financial Statements**

The Group's preceding annual financial statements were reported without any qualification.

**A4. Seasonality or Cyclicity of Operations**

The business operations of the Group are generally not affected by seasonal or cyclical factors except for the hotel operations which are generally affected by major festive seasons.

**A5. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash flows**

There are no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year under review.

**A6. Change in Estimate**

There were no materials changes in estimates reported in prior interim periods of the current financial year or in prior financial years which have a material effect in the current interim period.

**A7. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and year-to-date ended 31 December 2023.

**A8. Dividend Paid**

A dividend of RM 10,653,190/- for the financial year ended 31 March 2023 was paid during this quarter.

## A9. Segment Revenue and Segment Result By Business Segments

### (a) Primary reporting format – business segment

All the operations of the Group are organised in Malaysia into six main business segments:

- (i) Property investments - letting of commercial properties
- (ii) Property development - property development
- (iii) Hotel operations - operation of hotel and related services
- (iv) Investment holding - holding of shares in quoted and non-quoted companies
- (v) Property Support Service - providing support service to purchasers of properties developed by the SDB Group
- (vi) Others - provision of management services.

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
<b>RM'000</b>							
<b>REVENUE</b>							
External Sales	101	14,975	138,759	812	-	118	154,765
Inter-segment Sales	23	-	-	4,672	-	(23)	4,672
Total revenue	124	14,975	138,759	5,484	-	95	159,437
<b>RESULTS</b>							
Segment results	46	(1,076)	38,660	641	6,150	(21,930)	22,491
Unallocated corporate (expenses)/income							(2,124)
Operating profit							20,367
Finance cost, net							(16,782)
Share of net profit/(loss) of associated companies			10,665	-	11,710		22,375
Income taxes							(4,436)
Profit for the period							21,524

### (b) Secondary reporting format – geographical segment

The operations of the Group are substantially carried out in Malaysia except for SDB Asia Pte Ltd and SDB Green Energy Pte Ltd which is incorporated in Singapore.



**A10. Valuation of property, plant and equipment**

The valuations of property, plant and equipment have been brought forward without amendments from the most recent annual financial statements for the year ended 31 March 2023.

**A11. Material Events Subsequent to the End of the Period**

There are no material events subsequent to 31 December 2023 up to the date of this announcement that has not been reflected in the financial statements as at 31 December 2023.

**A12. Effects of Changes in the Composition of the Group**

There are no changes in the composition of the Group for the current financial quarter under review.

**A13. Changes in Contingent Liabilities and Contingent Assets**

The Group does not have any contingent liabilities and contingent assets as at the last annual balance sheet date up to the current financial year to-date.

**Part B - Selected Explanatory Notes pursuant to Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements**

**B1. Review of Performance of the Company and its Principal Subsidiaries**

During the 9-month period ending on December 31, 2023, the Group achieved increased turnover and net profit of RM159.44 million and RM21.52 million, respectively, compared to the same period in the previous financial year. This growth in revenue and net profit can be mainly attributed to improved sales and enhanced progress of work in the 19Trees project in Melawati, the Jia project in Bukit Serdang, as well as the Singapore project.

**B2. Material Changes in Profit Before Tax of the Current Quarter compared to the Immediate Preceding Quarter**

In the quarter ending on December 31, 2023, the Group disclosed a pretax profit of RM9.31 million, indicating a rise compared to the pretax profit of RM8.88 million reported in the previous quarter ending on September 30, 2023. This increase in profit is primarily attributed to improved work progress and sales performance in projects across both Malaysia and Singapore.

**B3. Prospects for the Current Financial Year**

The global economic landscape maintains a cautious stance, primarily attributed to sluggish growth in major economies, heightened geopolitical tensions, tightening financial market conditions, escalating costs, and increases in interest rates. Despite these challenges, the Malaysian economy has sustained growth momentum, accompanied by labor market enhancements. The recent decision by the Bank Negara Malaysia ("BNM") to maintain the Overnight Policy Rate ("OPR") at 3% mitigates the risk of heightened borrowing costs. Positive growth has been witnessed across all sectors; however, the domestic property sector grapples with persistent challenges stemming from elevated interest rates and escalating construction costs, resulting in diminished profit margins. Property sales continue to face hurdles due to an oversupply across various markets and segments.

The Group's projects, 19Trees and Jia, have garnered favorable market reception, achieving sales rates of 81% and 97% respectively, as of the reporting date. Despite the success of these launches, the Group is committed to implementing stringent cost and pricing measures to uphold competitiveness within the market. Prudent strategies and controls will be deployed to alleviate the effects of the economic downturn. Presently, the Group maintains an estimated value of RM601.20 million in unbilled sales, predominantly stemming from ongoing projects.

**B4. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee**  
Not Applicable.

**B5. Taxation**

Tax charge comprises the following:

	Current quarter 31.12.2023 RM'000	Financial year 31.12.2023 RM'000
- current taxation	3,333	4,674
- deferred taxation	-	-
- (over) / under provision in prior years;	-	-
- taxation	(320)	(320)
- deferred	82	82
	<u>3,095</u>	<u>4,436</u>

The Group's taxation is lower compared to the statutory rate mainly due to share of net profit from associate and jointly controlled entities and utilization of tax losses brought forward.

**B6. Status of Corporate Proposal**

- (a) Since the last balance sheet date, there were no corporate proposals announced.  
(b) Status of utilization of proceeds raised from any corporate proposal – Not Applicable.

**B7. Group Borrowings and Debts Securities**

Total Group borrowings as at 31 December 2023 are as follows:

<b>Long Term Bank Borrowing</b>	RM'000
<i>Secured:</i>	
Revolving Credit	51,162
Term Loan	61,636
Repayments due within the next 12 months	(19,369)
Sub-Total	<u>93,429</u>
<i>Unsecured:</i>	
Revolving Credit	-
Term Loan	-
Repayments due within the next 12 months	-
Sub-Total	<u>-</u>
<b>Short Term Bank Borrowing</b>	
<i>Secured:</i>	
Revolving Credit	248,934
Term Loan	-
Current portion of long term borrowing	19,369
Sub-Total	<u>268,303</u>
<i>Unsecured:</i>	
Revolving Credit	70,000
Term Loan	-
Current portion of long term borrowing	-
Sub-Total	<u>70,000</u>
Total	<u>431,732</u>

There were no borrowings or debt securities denominated in foreign currencies except for the followings:

	SGD'000	equivalent RM'000
Borrowings denominated in foreign currency	1,410	4,905

**B8. Material Litigation**

There were no significant changes in material litigation since the last annual balance sheet date.

**B9. Dividend**

No dividend has been recommended in respect of the current financial period.

**B10. Earnings Per Share**

Basic earnings per share is calculated by dividing the Group's net profit for the period by the weighted average number of ordinary shares in issue during the period, disclosed as follows:

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.12.2023	Comparative quarter ended 31.12.2022	Current 9 months ended 31.12.2023	Corresponding 9 months ended 31.12.2022
(i) Net (loss) / profit for the period ( RM'000 )	6,211	118	21,524	1,278
(ii) Weighted average number of ordinary shares in issue ( '000 )	426,128	426,128	426,128	426,128
Basic earnings per share ( sen )	1.46	0.03	5.05	0.30

The company does not have any dilutive potential ordinary shares outstanding as at 31 December 2023. Accordingly, no diluted earnings per share is presented.

**B11. Profit for the Year**

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.12.2023 RM'000	Comparative quarter ended 31.12.2022 RM'000	Current 9 months ended 31.12.2023 RM'000	Corresponding 9 months ended 31.12.2022 RM'000
Profit for the period is arrived at after crediting:				
Interest Income	439	133	927	403
Other Income	5,663	17,558	16,033	20,970
Foreign Exchange Gain	0	0	0	0
Gain on disposal of quoted investment	0	0	0	0
and after charging:				
Interest expense	5,738	4,205	16,782	10,942
Depreciation	1,723	1,732	5,134	4,796
Provision for/write off of receivables	0	0	0	0
Provision for/write off of inventories	0	0	0	0
Foreign Exchange Loss	0	0	0	0